

**TENNESSEE HOUSING DEVELOPMENT AGENCY**  
**SUPPLEMENTARY INFORMATION**  
**SUPPLEMENTARY STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2004**  
**(Expressed in Thousands)**

	Operating Group	Mortgage Finance Program	Home- ownership Program Bonds	Single Family Mortgage Notes	Totals
<b>OPERATING REVENUES</b>					
Mortgage interest income	\$ -	\$ 17,268	\$ 76,495	\$ -	\$ 93,763
Investment income:					
Interest	1	6,264	15,878	-	22,143
Net increase (decrease) in the fair value of investments	-	(6,257)	(18,228)	2,275	(22,210)
Federal grant administration fees	9,786	-	-	-	9,786
Fees and other income	2,077	311	-	-	2,388
Total operating revenues	11,864	17,586	74,145	2,275	105,870
<b>OPERATING EXPENSES</b>					
Salaries and benefits	8,702	-	-	-	8,702
Contractual services	1,560	-	-	-	1,560
Materials and supplies	559	-	-	-	559
Rentals and insurance	1,035	-	-	-	1,035
Other administrative expenses	382	-	-	-	382
Other program expenses	268	2,068	3,575	49	5,960
Interest expense	-	13,791	67,259	2,276	83,326
Mortgage service fees	-	851	4,284	-	5,135
Issuance costs	-	104	460	108	672
Total operating expenses	12,506	16,814	75,578	2,433	107,331
Operating income (loss)	(642)	772	(1,433)	(158)	(1,461)
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Federal grants revenue	143,630	-	-	-	143,630
Federal grants expenses	(143,630)	-	-	-	(143,630)
Local grants expenses	(1,459)	(981)	(3,740)	-	(6,180)
Total nonoperating revenues (expenses)	(1,459)	(981)	(3,740)	-	(6,180)
Income (loss) before transfers	(2,101)	(209)	(5,173)	(158)	(7,641)
Transfers (to) other funds	-	-	(14,923)	-	(14,923)
Transfers from other funds	136	12,579	-	2,208	14,923
Change in net assets	(1,965)	12,370	(20,096)	2,050	(7,641)
Total net assets, July 1	15,085	135,124	255,549	(42)	405,716
Total net assets, June 30	\$ 13,120	\$ 147,494	\$ 235,453	\$ 2,008	\$ 398,075